

November 17, 2004

Honorable James H. Welsh
Commissioner of Conservation
Department of Natural Resources
Office of Conservation
P. O. Box 94275
Baton Rouge, Louisiana 70804-9275

RE: Alternate Unit Well
R Sand, Reservoir B, SUA
BASTIAN BAY FIELD
Plaquemines Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of Hilcorp Energy Company for the calling of a public hearing, after ten (10) days legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the R RB SUA, located in the Bastian Bay Field, Plaquemines Parish, Louisiana, created by Office of Conservation Order No. 339-A-4, effective August 24, 1988.

1. To designate the Hilcorp Energy Company - Plaquemines Parish Government No. 1 Well (SN 220427) located in Section 22, Township 21 South, Range 28 East, in the Bastian Bay Field, Plaquemines Parish, Louisiana, as an alternate unit well.
2. To consider such other matters as may be pertinent to this application.

The present unit well, the Hilcorp Energy Company - R RB SUA; A A Gilmore A No. 3-D Well (SN 221114), ceased to produce from the R Sand in April, 1968. The proposed substitute unit well, the Hilcorp Energy Company - BLD No. 17 Well (SN 211517), was recently completed in the R Sand and is pending substitute unit well classification by administrative procedure (29-K-1) through the Office of Conservation.

The designation of the Plaquemines Parish Government No. 1 Well, as an alternate unit well for the captioned unit will aid in meeting the market demand for gaseous hydrocarbons and condensate and will not cause any inequities to the Parties involved.

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The R Sand, Reservoir B, in the Bastian Bay Field, Plaquemines Parish, Louisiana, was previously defined in Office of Conservation Order No. 339-A-3, effective July 1, 1969.

There is attached hereto and made a part hereof a plat outlining the R RB SUA, the present unit well, the pending substitute unit well and the proposed alternate unit well. Pursuant to the Revised Rules of Procedure, a list of names and addresses of the Interested Owners, Interested Parties and Represented Parties to whom this application is being sent is being furnished only to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, the list will be provided to any party requesting a copy. A diligent effort was made to ascertain the names and addresses of all Interested Owners, Interested Parties and Represented Parties as required by the Revised Rules of Procedure.

Finally there is enclosed our check on behalf of the applicant, Hilcorp Energy Company in the sum of \$755.00 payable to the Office of Conservation and representing the required hearing application fee.

Sincerely,

LEON E. COMEAUX & ASSOCIATES



Bill McAlister, Jr.

BMJr/cu
Enclosures

cc: Mr. Richard Hudson
District Manager
Office of Conservation
825 Kaliste Saloom Road
Brandywine III, Suite 220
Lafayette, Louisiana 70508-4284

Interested Parties, Interested
Owners and Represented Parties

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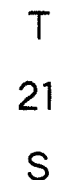


EXHIBIT NO. DOCKET NO.

HILCORP ENERGY COMPANY

BASTIAN BAY FIELD
PLAQUEMINES PARISH, LOUISIANA

PROPOSED ALTERNATE UNIT WELL
"R" SAND

Geology by: William S. McAllister, Jr.

0 2000' 4000'

DATE:

LEON E. COMEAUX & ASSOC. GEOLOGISTS